Amendments to the Claims:

The following listing of claims will replace all prior versions, and listings, of claims in the application:

- 1-15. (Canceled)
- 16. (New) An active matrix substrate comprising:
 - a substrate;
 - a source portion formed over the substrate;
 - a drain portion formed over the substrate;
- a first insulating film formed over the substrate, the first insulating film separating the source portion and the drain portion;
- a semiconductor layer formed on at least a part of the source portion, at least a part of the drain portion, and at least a part of the first insulating film;
 - a gate insulating layer formed over the semiconductor layer; and
 - a gate electrode formed over the gate insulating layer.
- 17. (New) The active matrix substrate according to claim 16, further comprising a second insulating film formed around the semiconductor layer, the second insulating film not being formed over the semiconductor layer.
- 18. (New) The active matrix substrate according to claim 16, further comprising a source electrode contacting the source portion via a first contact hole, the first contact hole being formed at least in the gate insulating layer.
- 19. (New) The active matrix substrate according to claim 16, further comprising a drain electrode contacting the drain portion via a second contact hole, the second contact hole being formed at least in the gate insulating layer.
- 20. (New) The active matrix substrate according to claim 16, wherein a thickness of the first insulating film is larger than a thickness of the source portion.

- 21. (New) The active matrix substrate according to claim 16, wherein the first insulating film is a separation wall surrounding the source portion.
- 22. (New) The active matrix substrate according to claim 16, wherein the first insulating film includes a silicon oxide.
- 23. (New) The active matrix substrate according to claim 16, wherein a thickness of a first part of the semiconductor layer on the source portion is different from a thickness of a second part of the semiconductor layer on the first insulating film.
- 24. (New) The active matrix substrate according to claim 16, wherein a thickness of a first part of the semiconductor layer on the source portion is thinner than a thickness of a second part of the semiconductor layer on the first insulating film.
- 25. (New) The active matrix substrate according to claim 16, wherein the gate electrode overlaps at least a part of the source portion.
- 26. (New) An electro-optic device having the active matrix substrate according to claim 16.
- 27. (New) An electronic instrument having the electro-optic device according to claim 26.